

ND STATE BONDING FUND

State Investment Board Balance Sheet As of 12/31/2004

	As of <u>12-31-04</u>	As of <u>6-30-04</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,185,814	\$ 1,148,938
INTERNATIONAL EQUITIES	402,504	379,307
DOMESTIC FIXED INCOME	1,896,856	1,852,389
INVESTED CASH (NOTE 1)	<u>369,249</u>	<u>367,920</u>
TOTAL INVESTMENTS	3,854,423	3,748,554
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	28,310	26,656
OTHER ASSETS		
DUE FROM OTHER AGENCIES (NOTE 2)	<u>367</u>	<u>0</u>
TOTAL ASSETS	<u>\$ 3,883,100</u>	<u>\$ 3,775,210</u>
LIABILITIES:		
ACCOUNTS PAYABLE	2,474	2,475
DUE TO OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>138</u>
TOTAL LIABILITIES	2,474	2,613
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	3,772,597	5,136,038
CASH IN DURING YEAR (NOTE 4)	0	0
CASH OUT DURING YEAR (NOTE 5)	100,000	1,750,000
NET INCREASE (DECREASE)	<u>208,029</u>	<u>386,559</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>3,880,626</u>	<u>3,772,597</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 3,883,100</u>	<u>\$ 3,775,210</u>

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State Investment Board Profit and Loss Statement For the Month Ended 12/31/2004

	Month Ended <u>12-31-04</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 11,352	\$ 61,591
SECURITIES LENDING INCOME	<u>1,369</u>	<u>6,199</u>
	12,721	67,790
 GAIN ON SALE OF INVESTMENTS	 57,778	 229,675
LOSS ON SALE OF INVESTMENTS	<u>21,908</u>	<u>149,454</u>
 NET GAINS (LOSSES) INVESTMENTS	 35,870	 80,221
 INVESTMENT EXPENSES	 759	 4,686
SECURITIES LENDING EXPENSES	1,257	5,522
SIB ADMIN EXPENSES	<u>197</u>	<u>494</u>
 NET INVESTMENT INCOME	 46,378	 137,309
 NET APPREC (DEPREC) MARKET VALUE	 30,058	 70,600
MISCELLANEOUS INCOME/(EXPENSE)	<u>(42)</u>	<u>120</u>
 TOTAL INVESTMENT INCOME	 <u>76,394</u>	 <u>208,029</u>
 NET INCREASE (DECREASE)	 <u>\$ 76,394</u>	 <u>\$ 208,029</u>

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State Investment Board SUPPLEMENTARY INFORMATION As of 12/31/2004

	As of <u>12/31/04</u>
ASSETS:	
INVESTMENTS (AT COST)	
LARGE CAP EQUITY	623,509
SMALL CAP EQUITY	187,168
CONVERTIBLE BONDS	350,407
TOTAL DOMESTIC EQUITIES	<u>1,161,084</u>
INTERNATIONAL EQUITY	370,883
FIXED INCOME	1,825,025
INVESTED CASH (NOTE 1)	<u>369,249</u>
TOTAL INVESTMENTS (AT COST)	<u><u>\$3,726,242</u></u>

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Notes To Financial Statements
December 31, 2004

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 3 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 4 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 5 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.